

# STATE OF WISCONSIN Division of Hearings and Appeals

In the Matter of

DECISION

BCS/168389

## PRELIMINARY RECITALS

Pursuant to a petition filed September 02, 2015, under Wis. Stat. § 49.45(5)(a), to review a decision by the Milwaukee Enrollment Services in regard to Medical Assistance, a hearing was held on September 24, 2015, at Milwaukee, Wisconsin.

The issue for determination is whether Petitioner's BadgerCare+ was correctly discontinued because of income in excess of BadgerCare+ income limits.

There appeared at that time and place the following persons:

PARTIES IN INTEREST:

Petitioner:



## Respondent:

Department of Health Services 1 West Wilson Street, Room 651 Madison, Wisconsin 53703 By: Simone Johnson

Milwaukee Enrollment Services 1220 W Vliet St, Room 106 Milwaukee, WI 53205

ADMINISTRATIVE LAW JUDGE:

David D. Fleming Division of Hearings and Appeals

## **FINDINGS OF FACT**

- 1. Petitioner (CARES # ) is a resident of Milwaukee County.
- 2. Petitioner was notified that her medical assistance was to be discontinued effective September 1, 2015 because of income in excess of program income limits.

- 3. Petitioner's household size is one.
- 4. Petitioner's case was reviewed in July 2015. Income verification submitted by Petitioner for the review demonstrated gross monthly amount of \$1035.84, all from a long term disability payment.

## **DISCUSSION**

BadgerCare+ is Wisconsin's Medicaid program for those who are not elderly or disabled. Effective April 1, 2014, Wisconsin state law changed and lowered the amount of adjusted gross income a household can have and still be eligible for benefits to 100% of the Federal Poverty Level for adults and 300% for children. Wis. Stat. § 49.471(4)(a). This change was to be effective January 1, 2014 but was held off until April 1 to assure coordination with other changes in healthcare options; especially the Affordable Care Act. 100% of the Federal Poverty Level for a 1 person household was \$980.83 per month as of February 1, 2015. BadgerCare+ Eligibility Handbook (BEH), §50.1. Further, there is no provision in the BEH that allows long term disability income to be disregarded.

Under modified adjusted gross income rules the following deductions form page 1 of Federal Tax Form 1040 are allowed:

- 1. Student Loan Interest
- 2. Higher Education Expenses
- 3. Self-employment Tax Deduction
- 4. Spousal Support, Alimony or Maintenance
- 5. Teachers' Tax-Deductible Expenses
- 6. Self-employed SEP, Simple or Qualified Plan Contributions
- 7. Penalties for Early Withdrawal of Funds
- 8. Performing Artists Tax-deductible Expenses
- 9. Military Reserve Members' Tax-deductible Expenses
- 10. Out-of-pocket Costs for a Job-related Move
- 11. Loss from Sale of Business Property
- 12. Individual Retirement Account (IRA) Contributions
- 13. Fee-based Official Tax-deductible Expenses
- 14. Domestic Production Activities Deduction
- 15. Allowable Write-in Expenses

See BEH, §16.3.3.

Further, the following pretax payroll deductions are allowed:

- 1. Health Insurance premium payments, including pre-tax premium payments for medical, dental or vision plans
- 2. Health Savings Account (including flexible spending accounts) contributions
- 3. Retirement contributions
- 4. Parking & Transit costs
- 5. Child Care Savings Account contributions
- 6. Group Life Insurance premium payments *See BEH*, §16.3.2.

There is no evidence that these deductions are involved here. As noted at Finding #4, Petitioner's income is in excess of \$980.83. Based on this Petitioner's BadgerCare+ was correctly discontinued.

## **CONCLUSIONS OF LAW**

That Petitioner's BadgerCare+ was correctly discontinued as the evidence demonstrates that income is over the BadgerCare+ income limits.

#### THEREFORE, it is

#### **ORDERED**

That this appeal is dismissed

# **REQUEST FOR A REHEARING**

You may request a rehearing if you think this decision is based on a serious mistake in the facts or the law or if you have found new evidence that would change the decision. Your request must be **received** within 20 days after the date of this decision. Late requests cannot be granted.

Send your request for rehearing in writing to the Division of Hearings and Appeals, 5005 University Avenue, Suite 201, Madison, WI 53705-5400 **and** to those identified in this decision as "PARTIES IN INTEREST." Your rehearing request must explain what mistake the Administrative Law Judge made and why it is important or you must describe your new evidence and explain why you did not have it at your first hearing. If your request does not explain these things, it will be denied.

The process for requesting a rehearing may be found at Wis. Stat. § 227.49. A copy of the statutes may be found online or at your local library or courthouse.

#### APPEAL TO COURT

You may also appeal this decision to Circuit Court in the county where you live. Appeals must be filed with the Court **and** served either personally or by certified mail on the Secretary of the Department of Health Services, 1 West Wilson Street, Room 651, Madison, Wisconsin 53703, **and** on those identified in this decision as "PARTIES IN INTEREST" **no more than 30 days after the date of this decision** or 30 days after a denial of a timely rehearing (if you request one).

The process for Circuit Court Appeals may be found at Wis. Stat. §§ 227.52 and 227.53. A copy of the statutes may be found online or at your local library or courthouse.

Given under my hand at the City of Milwaukee, Wisconsin, this 17th day of November, 2015

\sDavid D. Fleming
Administrative Law Judge
Division of Hearings and Appeals

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# State of Wisconsin\DIVISION OF HEARINGS AND APPEALS

Brian Hayes, Administrator Suite 201 5005 University Avenue Madison, WI 53705-5400 Telephone: (608) 266-3096 FAX: (608) 264-9885 email: DHAmail@wisconsin.gov Internet: http://dha.state.wi.us

The preceding decision was sent to the following parties on November 17, 2015.

Milwaukee Enrollment Services
Division of Health Care Access and Accountability